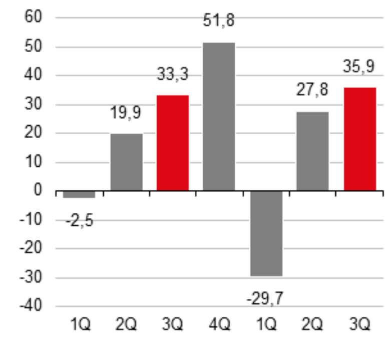
INFRATEK ASA – third quarter 2013

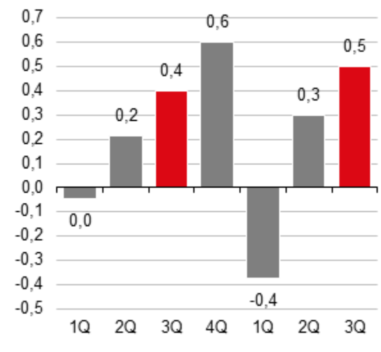
HIGHLIGHTS THIRD QUARTER 2013

- Operating revenues of NOK 736 million (NOK 687 million)
- Third-quarter operating profit of NOK 36 million (NOK 33 million)
- Operating margin:
  - Local Infrastructure 7.1 per cent (6.1 per cent)
  - Central Infrastructure 3.7 per cent (2.5 per cent)
  - Security 1.5 per cent (5.7 per cent)
- Eiendomssikring sold at a profit of 5 million
- Compensation for the first operating year of the railway contract in Stockholm boosted profits by NOK 4.7 million
- New board elected at the Extraordinary General Meeting of 26 September
- Reduction in forecast for 2013

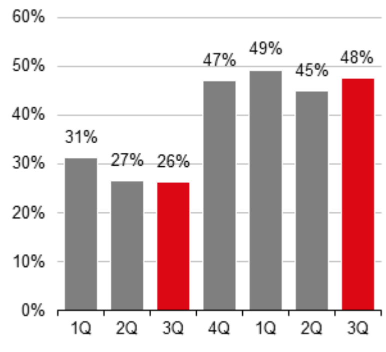
OPERATING PROFIT
NOK million



EARNINGS PER SHARE
NOK



EQUITY RATIO



Infratek

KEY FIGURES

Third quarter			Year to date		Year
2012	**2013**	**PROFIT AND LOSS** (NOK million)	**2013**	**2012**	**2012**
687.1	**735.0**	Operating revenue	**2 047.0**	1 951.9	**2 779.3**
44.1	**46.0**	Operating profit before depreciation	**65.4**	81.3	**143.7**
33.3	**35.9**	Operating profit	**34.0**	50.7	**102.5**
31.1	**33.0**	Profit before tax	**27.1**	45.2	**96.2**
1.2	**5.5**	Profit from discontinued operation	**7.0**	1.8	**3.2**
23.7	**30.2**	Profit for the period	**25.3**	34.2	**70.8**
		CAPITAL MATTERS			
1 517.2	**1 380.0**	Total assets	**1 380.0**	1 517.2	**1 479.6**
26 %	**48 %**	Equity ratio	**48 %**	26 %	**47 %**
(77.1)	**(20.8)**	Net interest-bearing debt (cash)	**(20.8)**	(77.1)	**(233.8)**
		PER SHARE FIGURES* (NOK)			
0.4	**0.5**	Profit (EPS)	**0.4**	0.5	**1.1**
(0.2)	**(0.6)**	Cash flow from operations	**(1.6)**	(0.9)	**1.5**
		KEY FIGURES			
5.1%	**5.0%**	Profit margin	**1.8%**	2.7%	**3.8%**

Note: * Earnings and cash flow per share are determined according to the weighted average number of shares outstanding for the reporting period: 63,863,224 for 3rd quarter 2013 and 3rd quarter 2012. Figures are unaudited and in NOK unless otherwise stated. Third-quarter 2012 figures appear in parentheses.

THIRD QUARTER 2013

The Infratek Group posted a post-tax profit for the third quarter of NOK 30.2 million, compared with a post-tax profit of NOK 23.7 million for the corresponding period in 2012. This resulted in both diluted and undiluted earnings per share for the third quarter of NOK 0.5 (NOK 0.4).

Consolidated sales rose by NOK 48.7 million against the same period last year. In Norway the order book for the Group as a whole was satisfactory and sales were up by 11.3 per cent (NOK 33.8 million). Activities in the Swedish business fell slightly, and revenues decreased by 3.2 per cent (NOK 11.3 million). The growth in revenues from Railway is less than the fall in sales in other parts of the business.

Revenues in Finland increased by NOK 25 million compared with last year, due to higher activity in Finland and internal sales (NOK 10 million). The Danish business contributed sales of NOK 11.3 million for the third quarter.

The Group's order book decreased by NOK 375 million compared with 30 June 2013. As of 30 September, the total order book was NOK 2,703 million, of which NOK 701 million related to the fourth quarter of 2013, NOK 1,251 million to 2014 and NOK 751 million to 2015 and later.

The Group posted a third-quarter operating profit of NOK 35.9 million, compared with NOK 33.3 million in the corresponding period in 2012. The operating margin fell by 0.1 percentage points to 5.0 per cent.

Eiendomssikring AS was sold with effect from 30 September 2013; hence both the operating result up until the date of the sale and the gain from the sale is classified as “Profit from discontinued operation”. Gain from the sale was NOK 4.7 million. Comparable figures for prior periods have been prepared.

In Sweden, operating profit totaled NOK 13.1 million (NOK 5.8 million). The operating margin increased from 1.6 per cent to 3.8 per cent. Compensation for the first full year of the railway contract in Stockholm boosted operating profit by NOK 4.7 million. Moreover, the third quarter last year was affected by unprofitable groundwork operations, which have now been discontinued.

The operating margin for the period in Norway was NOK 19.8 million (NOK 24.2 million). The decrease in profit compared with last year is primarily due to reduced margins within Local Infrastructure and Security. Moreover, group-wide costs have increased from NOK 3.2 million to NOK 6.5 million, due to strengthening of the People & Safety department and costs related to the establishment of a Nordic centre for shared services. In addition, external consultancy costs relating to the change of ownership were incurred. This had a negative impact on operating profit compared with the same period last year. The operating margin ended at 5.9 per cent (8.1 per cent).

Finland posted a profit of NOK 2.6 million, which was down NOK 0.8 million due to write-downs on two projects. The operating margin in the period was 3.8 per cent (8.3 per cent).

Net financial expenses in the quarter amounted to NOK 2.9 million, compared with NOK 2.3 million in the corresponding period in 2012. The increase is attributable to lower interest income due to reduced average cash holdings in the period.

The tax expense for the quarter was NOK 8.4 million.

BALANCE SHEET

The Group's total assets stood at NOK 1,380.0 million as of 30 September 2013. This is NOK 137.2 million less than at the close of the third quarter of 2012.

The decrease is primarily attributable to changes in actuarial assumptions, which in turn reduce pension liabilities with deduction for deferred tax. A lower cash balance also contributes to the decrease in total assets.

As of 30 September 2013 equity amounted to NOK 656.8 million, representing an increase of NOK 255.7 million compared with 30 September 2012. This corresponds to an equity ratio of 47.6 per cent as of 30 September 2013, which is a 0.5 percentage point increase from year-end 2012, and an increase of 21.2 percentage points compared with the same period the year before. The main reason for the increase in equity ratio is the reduced pension liabilities as described above.

So far in 2013 equity has risen by NOK 30.4 million as a result of conversion differences from SEK, EUR and DKK to NOK due to the appreciation of the former currencies against the latter in the first half-year. In the same period last year equity was reduced by NOK 3.2 million. At the end of the reporting period equity per share totalled NOK 10.28, compared with NOK 6.28 at the end of the third quarter of 2012.

As of 30 September 2013, the Group's cash and cash equivalents totalled NOK 29.4 million, compared with NOK 243.8 million at the end of 2012 and NOK 87.6 as of 30 September 2012. The Group's long-term debt corresponds to NOK 9.4 million (NOK 11.9 million) and is mainly related to a buy-out option for minority interests in Infratek Sikkerhed Danmark A/S (please see note 8).

CASH FLOW AND FINANCING

The net cash flow from operations in the third quarter of 2013 amounted to NOK -39.0 million (NOK -14.8 million). An increase in net working capital, which was attributable to higher activity levels, depressed the cash flow from operations by NOK -91.5 million (-64.5 million), while positive results boosted cash flow by NOK 33.0 million (31.1 million). The change in non-liquid items made a positive contribution of NOK 19.5 million (18.6 million).

The net cash flow from investments in operations and expansion during the third quarter amounted to NOK -0.9 million (NOK -15.8 million). The improvement is primarily attributable to the sale of Eiendomssikring (see note 7) and a net decrease in investments in operating assets during the period.

The net cash flow from financing activities in the third quarter of NOK -2.9 million (NOK -1.0 million) was mainly attributable to net paid interest and exchange losses.

The Group has a NOK 100 million overdraft facility with DNB. The revolving overdraft facility has a mutual termination period of one month and can be used for on-going operations.

SEGMENT INFORMATION

Infratek reports its business activities in three segments – Local Infrastructure, Central Infrastructure and Security – based on the products and services offered. The Group has operations in Norway, Sweden and Finland.

LOCAL INFRASTRUCTURE

The Local Infrastructure business area includes the Group's infrastructure business in Norway and Sweden aimed at the product areas distribution/local grid, street lighting, fibre/telecom, district heating and railways.

	Third quarter		Year to date	
NOK million	**2013**	2012	**2013**	2012
Operating revenue	**476.9**	473.0	**1 347.0**	1 345.6
Operating profit before depreciation	**40.2**	35.3	**62.9**	79.8
Operating profit	**33.8**	28.7	**43.8**	61.6
Operating margin	**7.1%**	6.1%	**3.3%**	4.6%

Local Infrastructure posted total operating revenues of NOK 476.9 million (NOK 473.0 million) in the third quarter. Around 60 per cent (61 per cent) of the sales were made in Sweden and 40 per cent (39 per cent) in Norway. The operating profit totalled NOK 33.8 million (NOK 28.7 million).

Sales in the Swedish business were NOK 1.0 million (0.3 per cent) down on the corresponding period in 2012. Sales within the railways sector have increased, while sales from other parts of the business have been reduced.

The operating profit totalled NOK 13.5 million (NOK 6.8 million) and the operating margin rose from 2.4 per cent to 4.9 per cent. The improvement is primarily due to the discontinuation of unprofitable groundwork activities, which had a negative impact on last year's results. In addition, compensation for the first full year related to the railway contract in Stockholm boosted operating profit by NOK 4.7 million in the third quarter this year.

Sales in Norway rose by NOK 4.9 million (2.7 per cent) compared with the third quarter of 2012. However, the operating margin decreased by 1.3 percentage points to 10.6 per cent. The operating profit for the period ended at NOK 20.2 million (NOK 21.9 million).

The decline in operating margin is due to reduced earnings from contingency contracts in the Oslo region.

At the reporting date, the business area had a total order book of NOK 2,173 million, of which NOK 509 million relates to 2013, NOK 987 million to 2014 and NOK 676 million to 2015 and later. The order book for the area distribution/local grid is satisfactory, while the visibility for projects in general and within street lighting in Sweden is relatively low going into 2014.

CENTRAL INFRASTRUCTURE

The Central Infrastructure business area includes the Group's infrastructure business in Norway, Sweden and Finland aimed at the central power transmission grid in the Nordic region, as well as products and services relating to transformer stations, power cables and higher-voltage power lines.

	Third quarter		Year to date	
NOK million	**2013**	2012	**2013**	2012
Operating revenue	**186.7**	147.3	**474.9**	404.0
Operating profit before depreciation	**8.4**	5.1	**9.7**	(2.3)
Operating profit	**7.0**	3.7	**5.5**	(6.4)
Operating margin	**3.7%**	2.5%	**1.2%**	-1.6%

Central Infrastructure posted total third-quarter operating revenues of NOK 186.7 (NOK 147.3 million), 32 per cent (26 per cent) of which were generated in the Finnish market, 22 per cent (32 per cent) in the Swedish market and 46 per cent (42 per cent) in the Norwegian market. The operating profit totalled NOK 7.0 million, up NOK 3.3 million compared with the same period last year.

Sales in Sweden are down by NOK 10.9 million on the corresponding period last year. The segment made an operating loss of NOK 1.0 million (operating loss of NOK 2.9 million) with a corresponding operating margin of -2.4 per cent (-6.1 per cent). The negative operating margin relates to the start-up of the design office in Västerås and write-downs on two projects.

High activity levels in Norway boosted sales by NOK 29.4 million (47 per cent). The operating margin rose from 4.3 per cent to 5.7 per cent. The improvement is mainly due better resource allocation coupled with no loss-making projects in the period. The operating profit totalled NOK 5.2 million (NOK 2.7 million).

Sales in the Finnish market rose by NOK 25.0 million compared with same period last year. However, adjusting for internal sales, the increase is NOK 16.0 million. This is attributable to a weak third quarter in terms of sales last year. Therefore viewed historically, sales for the quarter were at a more expected level. Finland posted a third-quarter profit of NOK 2.9 million (NOK 3.9 million), while the operating margin fell from 9.8 per cent in the third quarter of 2012 to 4.5 per cent in the reporting period. The reduced margin is largely attributable to project-related losses totalling NOK 1.3 million.

Development of the business area has been more challenging than anticipated. In particular, the need to increase expertise in project management has been greater than expected. In addition to recruiting experienced project managers, designers and calculation expertise, efforts are being made to increase internal expertise both within project management and within general management. Furthermore, work is continuing to ensure the quality in the project process from estimation to completion.

At the reporting date, the business area had a total order book of NOK 437 million, of which NOK 165 million related to 2013, NOK 202 million to 2014 and NOK 69 million to 2015 and later. The total order book has been reduced by NOK 74 million during third quarter.

SECURITY

The Security business area comprises the Group's activities within high security and electrical safety services.

	Third quarter		Year to date	
NOK million	**2013**	2012	**2013**	2012
Operating revenue	**71.6**	65.1	**224.2**	199.0
Operating profit before depreciation	**1.5**	4.4	**6.4**	13.2
Operating profit	**1.0**	3.7	**4.8**	11.0
Operating margin	**1.5%**	5.7%	**2.1%**	5.6%
Operating profit Eiendomssikring	**1.2**	1.8	**2.6**	2.8
Op. profit incl. Eiendomssikring	**2.2**	5.5	**7.4**	13.8

Security posted total operating revenues of NOK 71.6 million in the quarter, compared with NOK 65.1 million in the year before. Sales for the High Security segment were 10 per cent (NOK 6.5 million) up on the previous year. This is primarily due to the acquisition of Infratek Sikkerhed Danmark, which contributed NOK 11.3 million. Sales in Norway and Finland were up NOK 1.6 million and NOK 0.3 million respectively, while sales in Sweden fell by NOK 4.1 million. In the Electrical Safety segment, sales were down 15.0 per cent (NOK 2.3 million), due to squeezed prices on new contracts.

The business area posted sales of NOK 48.2 million (NOK 49.1 million) in Norway, NOK 11.1 million (NOK 15.2 million) in Sweden, NOK 2.1 million (NOK 1.8 million) in Finland and NOK 11.3 million in Denmark. Internal sales between the geographical areas in the quarter totalled NOK 1.1 million (NOK 0.9 million).

The operating profit totalled NOK 1.0 million (NOK 3.7 million), of which NOK 0.8 million (NOK 2.8 million) was generated in the Norwegian market and NOK 0.5 million in the Danish market. The Swedish operations broke even (NOK 1.4 million), while the segment made a loss of NOK 0.2 million (NOK -0.5 million) in the Finnish market.

At the reporting date the business area had a total order book of NOK 94 million, of which NOK 27 million related to 2013, and NOK 61 million to 2014 and NOK 6 million to 2015 and later. The Electrical Safety segment has a full order book until the end of 2013. The order book for the High Security segment has been reduced, and the area has a relatively low profile in the next few months.

OTHER

The Other business area comprises Group administration expenses and expenses relating to Group level functions.

	Third quarter		Year to date	
NOK million	**2013**	2012	**2013**	2012
Operating profit	**(5.9)**	(2.8)	**(20.1)**	(15.6)

Group expenses of NOK 5.9 million were incurred in the quarter, compared with NOK

2.8 million last year. The increase in costs is a result of the reinforcement of the group function People & Safety and the establishment of a Nordic centre for shared services.

EVENTS

Reduction in forecast for 2013

In a notice to the stock exchange published on 26 June 2013, the Group forecast that in 2013 as a whole it would generate total operating revenues of NOK 2,900 million, an achieve an EBIT of 116 million (EBIT margin of 4 per cent).

The company has found it appropriate to announce that the estimate disclosed on 26 June 2013 must be revised downwards. This is primarily due to lower profitability in Sweden, resulting from both declining margins and project losses. Furthermore, after a review by the company, the estimate may also be negatively impacted by write-downs on the book value of intangible and fixed assets.

New board of directors in Infratek ASA

A new board of directors was elected at the Extraordinary General Meeting on 26 September.

Mimi K. Berdal continues as Board Chair. Lars Ove Håkansson was elected Deputy Chairman and Mari Thjømøe, Thorbjørn Graarud and Carl-Johan Falkenberg as ordinary members. There are no changes to employee representatives.

Infratek to build substations for Fortum

Infratek's Central Infrastructure business area has been awarded a contract with Fortum Distribution for turnkey delivery of two 130 kV substations. The contract is worth approx. SEK 40 million. The work will commence immediately and be completed in August 2014.

Infratek awarded contract in Finland

Infratek's Central Infrastructure business area has been awarded a contract with Finnish distribution grid operator, Mäntsälän Sähkö for turnkey delivery of a 110 kV substation. The contract is worth approx. EUR 2.4 million and the work will commence immediately.

Infratek sells subsidiary

Infratek's Security business area has entered into an agreement with the Safeguard Group regarding the sale of all shares in the subsidiary Eiendomssikring AS with effect from 30 September 2013. The Safeguard Group will pay Infratek NOK 24.5 million for 100 per cent of the shares in Eiendomssikring AS. The transaction will give Infratek recognized gain of NOK 4.7 million at group level.

The board of directors' statement regarding the mandatory bid from Heraldic Holding AS

Pursuant to section 6-16, the board of directors made a statement setting out its opinion of the mandatory offer of NOK 14 per share on 23 August. The board of directors did not find it appropriate to recommend that the company shareholder accept the offer.

EMPLOYEES

As of 30 September 2013, the Group had 1,640 employees.

Business areas	Number of employees	Number of man-years	Sick-leave rate 3Q13
Local Infrastructure	1 042	1 035	3,2 %
Central Infrastructure	348	345	3,5 %
Security	199	198	4,2 %
Other	51	50	1,5 %
Total	**1 640**	**1 628**	**3,4 %**

At the reporting date, the number of full-time equivalents had been reduced by 40 compared with twelve months previously. The reduction is a result of staffing adjustments and the sale of Eiendomssikring (17 people).

Sickness absence has decreased from 4.3 per cent in the third quarter last year to 3.4 per cent this year, and is due to a fall in long-term absence.

SHAREHOLDER INFORMATION

At the end of the third quarter of 2013, Infratek ASA's share price was NOK 14.7 compared with NOK 17.0 as of 30 September 2012.

Infratek ASA had the following shareholder structure as of 30 September 2013:

#	Shareholder	Number of shares	Holding
1	HERALDIC HOLDING AS	50 744 412	79.5 %
2	ODIN NORDEN	3 275 600	5.1 %
3	NORDSTJERNAN AB	1 964 567	3.1 %
4	OBOS	1 851 915	2.9 %
5	MP PENSJON PK	830 000	1.3 %
6	DnB NOR Bank ASA	625 098	1.0 %
7	Skandinaviska Enskil	600 000	0.9 %
8	VJ INVEST AS	584 746	0.9 %
9	TANJA A/S	313 200	0.5 %
10	VPF NORDEA	312 000	0.5 %
11	VPF NORDEA KAPITAL	249 850	0.4 %
12	TERRA TOTAL VPF	231 605	0.4 %
13	FROGNER BJØRN	206 000	0.3 %
14	VERDIPAPIRFONDET NOR	154 000	0.2 %
15	VPF NORDEA SMB	150 340	0.2 %
16	POLLENINVEST AS NIL	115 900	0.2 %
17	BANGEN LARS	102 000	0.2 %
18	RETIRO AS	100 000	0.2 %
19	VERDIPAPIRFONDET	70 156	0.1 %
20	SOBRA AS Rott regnskap	65 800	0.1 %
	Total 15 largest	**61 667 526**	**96.6 %**
	Other shareholders	**2 195 698**	**3.5 %**
	Total	**63 863 224**	**100 %**
	Board and management	404 500	0.6 %

OUTLOOK

The overarching aim is now to consolidate Infratek's position in the critical infrastructure market based on profitability and growth in order to develop, operate and secure critical infrastructure.

The market outlook for Infratek's business area is deemed to be good. Our customers are showing clear signs of a growing need for investment. However, history has shown that planned investments often are being delayed and our growth expectations are somewhat reduced in the short term.

The order book until year-end is satisfactory. In spite of this, the fourth quarter result is expected to be weaker than last year. This is due to operational conditions and expectations for a reduction in book values as a result of the phasing out of old equipment and impairment of intangible assets.

Measures implemented to ensure better analysis of project risks from tendering to implementation have proved more demanding and time consuming than expected. The number of loss-making projects is still too high. Moreover, termination of unprofitable operations has taken longer than expected. We are working actively to implement the necessary measures.

Oslo, 25 October 2013

Infratek ASA

Board of Directors

CONSOLIDATED INCOME STATEMENT

Third quarter			Year to date		Year
2012	**2013**	NOK million	**2013**	2012	**2012**
687.1	**735.8**	Operating revenue	**2 047.0**	1 951.9	**2 779.3**
687.1	**735.8**	**Total revenues**	**2 047.0**	1 951.9	**2 779.3**
(331.3)	**(344.9)**	Purchased materials	**(911.9)**	(869.7)	**(1 279.3)**
(231.3)	**(248.7)**	Salaries and other personnel expenses	**(784.9)**	(743.8)	**(1 016.6)**
(10.7)	**(10.6)**	Depreciation	**(31.5)**	(30.7)	**(41.3)**
(80.4)	**(95.7)**	Other operating expenses	**(284.7)**	(257.1)	**(339.5)**
33.3	**35.9**	**Operating profit**	**34.0**	50.7	**102.5**
(2.3)	**(2.9)**	Financial revenues/expenses	**(6.8)**	(5.5)	**(6.4)**
31.1	**33.0**	**Profit before tax**	**27.1**	45.2	**96.2**
(8.6)	**(8.4)**	Tax expense	**(8.8)**	(12.8)	**(28.6)**
1.2	5.6	Profit from discontinued operation	7.0	1.8	**3.2**
23.7	**30.2**	**Profit for the period**	**25.3**	34.2	**71.1**
23.7	**30.2**	Majority's share of profit	**25.3**	34.2	**71.3**
-	**-**	Minority's share of profit	**-**	-	**(0.2)**

Other comprehensive income

Third quarter			Year to date		Year
2012	**2013**	NOK million	**2013**	2012	**2012**
3.0	**13.0**	Conversion difference when converting foreign units	**30.4**	(3.2)	**(0.9)**
(8.4)	**-**	Change in estimate, pensions	**-**	(25.2)	**(197.0)**
(5.4)	**13.0**	Total comprehensive profit before tax	**30.4**	(28.4)	**(197.9)**
2.4	**-**	Tax on income	**-**	7.0	**55.2**
(3.0)	**13.0**	Total comprehensive profit after tax	**30.4**	(21.3)	**(142.7)**
20.7	**43.2**	**Comprehensive income after tax**	**55.7**	12.9	**(71.6)**
20.7	**43.2**	Majority's share of total comprehensive income	**55.7**	12.9	**(71.5)**
-	**-**	Minority's share of total comprehensive income	**-**	-	**(0.2)**

CONSOLIDATED BALANCE SHEET

NOK million	**30.09.2013**	30.09.2012	31.12.2012
Intangible assets	**319.6**	428.9	**321.7**
Fixed assets	**150.9**	155.6	**158.4**
Accounts receivables and other receivables	**880.2**	845.0	**755.8**
Cash and cash equivalents	**29.4**	87.6	**243.8**
Assets	**1 380.0**	**1 517.2**	**1 479.6**
Equity	**656.8**	401.1	**696.9**
Pension and other liabilities	**221.0**	617.8	**226.4**
Long-term debt	**9.4**	11.9	**9.8**
Current liabilities	**492.8**	486.3	**546.5**
Equity and liabilities	**1 380.0**	**1 517.2**	**1 479.6**

CONSOLIDATED CASH FLOW STATEMENT

	Third quarter		Year to date		Year
NOK million	**2013**	2012	**2013**	2012	**2012**
Profit before tax	**33.0**	31.1	27.1	45.2	**96.2**
Items without cash flow effect	**19.5**	18.6	32.2	43.8	**30.5**
Change in net working capital	**(91.5)**	(64.5)	(162.4)	(149.3)	**(31.1)**
Net cash flow from operations	**(39.0)**	(14.8)	**(103.1)**	(60.4)	**95.6**
Investments - fixed assets	**(6.9)**	(16.0)	(22.9)	(26.0)	**(38.8)**
Investments - operations	**(6.4)**	-	(13.6)	(17.2)	**(17.2)**
Sales amount - fixed assets	**0.4**	0.2	2.5	2.1	**5.2**
Sales amount - operations	**12.1**	-	12.1	-	**-**
Cash flow to investment activities	**(0.9)**	(15.8)	**(21.8)**	(41.1)	**(50.8)**
Change in interest-bearing liabilities	**(0.2)**	-	0.3	(12.8)	**(1.8)**
Net received/paid interest rates	**(3.0)**	(0.7)	(1.8)	(0.3)	**0.4**
Dividend, equity issues and other equity changes	**0.3**	(0.3)	(95.5)	(96.1)	**(95.8)**
Cash flow used for financial activities	**(2.9)**	(1.0)	**(97.1)**	(109.2)	**(97.2)**
Cash flow from discontinued operations	**(1.4)**	(1.1)	**0.6**	-	**-**
Change in cash and cash equivalents	**(44.1)**	(32.7)	**(221.4)**	(210.6)	**(52.4)**
Cash at beginning of period	**71.2**	119.4	243.8	299.6	**299.6**
*Effects on exchange rates changes on the balance of cash held in foreign operations	**2.3**	0.7	6.5	(1.5)	**(3.5)**
Cash at end of period	**29.4**	87.6	29.4	87.6	**243.8**

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Third quarter		Year to date		Year
NOK million	**2013**	2012	**2013**	2012	**2012**
Equity at beginning of period	**613.6**	**380.5**	**696.9**	**484.0**	**484.0**
Profit for the period	30.2	23.7	25.3	34.2	70.8
Other comprehensive income after tax	13.0	3.0	30.4	(3.2)	(9.4)
Change in estimate, pensions	-	(6.0)	-	(12.1)	247.3
Total profit in period	**43.2**	**20.7**	**55.7**	**12.9**	**308.7**
Transactions with owners					
Change in minority interests	-	-	-	-	-
Dividend	-	-	(95.8)	(95.8)	(95.8)
Other equity effects	-	-	0.1	-	-
Total transactions with owners	**-**	**-**	**(95.7)**	**(95.8)**	**(95.8)**
Equity at end of period	**656.8**	**401.1**	**656.8**	**401.1**	**696,9**

NOTES TO THE ACCOUNTS

1) FRAMEWORK AND KEY ACCOUNTING PRINCIPLES

The consolidated Group accounts for the third quarter of 2013, ending 30 September 2013, have been prepared and presented in accordance with International Financial Reporting Standards (IFRS) as adopted by the EU. The consolidated accounts include Infratek ASA and its subsidiaries. The interim figures are unaudited.

Infratek prepares and presents its interim consolidated accounts according to IAS 34, Interim Financial Reporting. The information provided by interim accounts is not as comprehensive as that provided in the annual accounts. Thus, the interim accounts should be viewed in conjunction with the 2012 annual accounts. Accounting principles applied in the quarterly accounts are the same as those described in Note 2 to the 2012 annual accounts of the Infratek Group.

2) OPERATIONAL SEGMENT REPORTING – Income Statement

Third quarter			Year to date		Year
2012	**2013**	NOK million	**2013**	2012	**2012**
473.0	**476.9**	Local Infrastructure	**1 347.0**	1 345.6	**1 894.1**
147.3	**186.7**	Central Infrastructure	**474.9**	404.0	**591.4**
65.1	**71.6**	Security	**224.2**	199.0	**289.5**
1.7	**0.6**	Other/eliminations	**0.8**	3.3	**4.3**
687.1	**735.8**	**Total operating revenues**	**2 047.0**	1 951.9	**2 779.3**
28.7	**33.8**	Local Infrastructure	**43.8**	61.6	**103.3**
3.7	**7.0**	Central Infrastructure	**5.5**	(6.4)	**2.5**
3.7	**1.0**	Security	**4.8**	11.0	**21.0**
(2.8)	**(5.9)**	Other/eliminations	**(20.1)**	(15.6)	**(24.3)**
33.3	**35.9**	**Total operating profit**	**34.0**	50.7	**102.5**

3) GEOGRAPHIC SEGMENT REPORTING – Income statement

Third quarter			Year to date		Year
2012	**2013**	NOK million	**2013**	2012	**2012**
300.4	**334.2**	Norway	**942.0**	892.5	**1 278.4**
352.7	**341.4**	Sweden	**970.6**	984.2	**1 407.1**
41.2	**66.2**	Finland	**138.9**	97.4	**162.3**
-	**11.3**	Denmark	**35.1**	-	**-**
(7.2)	**(17.2)**	Other/eliminations	**(39.7)**	(22.2)	**(68.6)**
687.1	**735.8**	**Total operating revenues**	**2 047.0**	1 951.9	**2 779.3**
24.2	**19.8**	Norway	**47.3**	42.5	**74.8**
5.8	**13.1**	Sweden	**(13.5)**	9.6	**21.8**
3.4	**2.6**	Finland	**(2.2)**	(1.4)	**5.9**
-	**0.5**	Denmark	**2.5**	-	**-**
-	**-**	Other/eliminations	**-**	-	**-**
33.3	**35.9**	**Total operating profit**	**34.0**	50.7	**102.5**

4) GEOGRAPHIC SEGMENT REPORTING – Balance sheet

NOK million	Norway	Sweden	Finland	Denmark	Konsern / eliminering	Group total
Intangible assets	144.9	98.9	8.0	8.7	59.0	319.6
Fixed assets	61.1	60.1	16.5	2.4	10.8	150.9
Accounts receivables and other receivables	687.6	426.4	61.7	15.7	(311.3)	880.2
Cash and cash equivalents	327.7	(112.8)	46.3	1.3	(233.1)	29.4
Assets	**1 221.4**	**472.5**	**132.5**	**28.2**	**(474.5)**	**1 380.0**
Equity	594.3	268.1	91.9	8.0	(305.3)	656.8
Pension and other liabilities	230.8	6.7	-	0.1	(16.6)	221.0
Long-term debt	-	2.2	7.3	6.4	(6.5)	9.4
Current liabilities	396.3	195.5	33.5	13.7	(146.1)	492.8
Equity and liabilities	**1 221.4**	**472.5**	**132.5**	**28.2**	**(474.5)**	**1 380.0**
Equity share	49 %	57 %	69 %	28 %	64 %	48 %

5) EMPLOYEES PER COUNTRY

As of 30 September 2013	Number of employees	Number of man-years	Sick leave rate 3Q13
Norway	691	683	4.2 %
Sweden	794	791	2.8 %
Finland	138	136	4.2 %
Denmark	17	17	0.0 %
Total	**1 640**	**1 627**	**3.4 %**

6) COMMENTS ON SEASONAL VARIATIONS BETWEEN INTERIM REPORTS

Infratek's operations are seasonal in nature. However, all segments have historically tended to post improved revenues and profitability as the year progresses, with these figures being strongest in the second half of the year. This seasonality is driven by a number of factors, including lower activity levels and higher operating costs at the start of the year as a result of colder weather and high grid loads. The company's customers have historically used the start of the year to plan their investment activities for the year ahead, which has led to lower activity levels.

7) SALE OF SUBSIDIARY

With effect from 30 September 2013, Infratek Sikkerhet AS entered into an agreement with the Safeguard Group regarding the sale of all shares in the subsidiary Eiendomssikring AS. The profit year to date and the net gain from the sale of shares are included under the item "Profit from discontinued operations" in the consolidated income statement. Comparable figures for the periods 2013 and 2012 have been restated to reflect the sale of Eiendomssikring AS. The following shows a breakdown of the item "Profit from discontinued operations".

Specification of profit from discontinued operations:

Third quarter			Year to date		Year
2012	**2013**	NOK million	**2013**	2012	2012
7.3	**6.5**	Operating revenue	**21.2**	21.1	31.2
(2.7)	**(2.2)**	Purchased materials	**(7.6)**	(7.8)	(11.3)
(1.9)	**(2.1)**	Salaries and other personnel expenses	**(7.4)**	(7.3)	(10.4)
(0.0)	**(0.0)**	Depreciation	**(0.0)**	(0.1)	(0.1)
(0.9)	**(1.0)**	Other operating expenses	**(3.5)**	(3.2)	(4.5)
1.8	**1.2**	**Operating profit**	**2.6**	2.8	5.0
(0.1)	**(0.1)**	Financial revenues/expenses	**0.3**	(0.3)	(0.4)
1.7	**1.2**	**Profit before tax**	**3.0**	2.5	4.6
(0.5)	**(0.3)**	Tax expense	**(0.7)**	(0.7)	(1.4)
1.2	**0.8**	**Profit for the period**	**2.3**	1.8	3.2

Book value of assets and liabilities as of 30 September 2013

NOK million	2013
Deferred tax asset	0.1
Goodwill	13.7
Inventory	8.1
Accounts receivable and other receivables	3.8
Cash and cash equivalents	2.9
Accounts payable and other liabilities	(8.8)
Book value of disposed assets and liabilities	**19.8**
Sales price	**24.5**
Gain from sale of Eiendomssikring AS	**4.7**

8) SECURITY EXPANDS IN DENMARK

Infratek Sikkerhet AS entered into an agreement on 10 January 2013 concerning the acquisition of 51 per cent of the shares in the Danish security company, Plahn Systems A/S, whose total revenue for 2012 ended at DKK 29 million. The acquisition is strategically important as it establishes Infratek in Denmark. The agreement is in line with the company's Nordic strategy, and will also provide growth opportunities for Infratek within other service segments. The acquisition agreement includes both a sales option and a purchase option with respect to the remaining 49 per cent of the shares in the company, which fall due in 2018. On the basis of existing options and because Infratek does not have full control over the extent to which the non-controlling interest shall be maintained in the future, the purchase is, pursuant to IFRS, considered to be a purchase of 100 per cent of the shares, though with an obligation to pay for the remaining 49 per cent of shares when the option falls due in 2018.

In accounting terms, the acquisition of Plahn Systems A/S has accordingly been treated as a 100 per cent owned subsidiary without non-controlling interests. At the same time, the Group has estimated the amount it will have to pay for the remaining 49 per cent of the shares. At the time of the acquisition, this liability was estimated at approximately DKK 5.8 million in 2018, which is equivalent to approximately DKK 4.7 million when discounted. This liability is estimated on the basis of pricing mechanisms set forth in the operation agreements and the estimate will be followed up quarterly. Any changes in the estimated purchase obligation will be recognized in the profit and loss account for the Group under financial items.

The purchase analysis for the acquisition of Plahn Systems A/S is as follows:

Fair value acquired assets:

NOK million	2012
Purchase price 51 %	5.6
Estimated future value of 49 % option	4.7
Total consideration paid	**10.3**
Fair value net assets	2.0
Goodwill	**8.3**

Specification of assets and liabilities in acquisition of 10 January 2013:

NOK million	2012
Property, plant and equipment	1.8
Inventory	2.4
Accounts receivables and other current receivables	11.6
Cash and cash equivalents	2.3
Accounts payable and other current liabilities	(15.0)
Long-term loans	(1.1)
Acquired net assets	**2.0**

With effect from 10 July 2013, Infratek Sikkerhet AS acquired the remaining shares in Infratek Säkerhet Sverige AB. Infratek Sikkerhet already owned 51 per cent of the shares. Infratek Sikkerhet exercised its purchase option, and in this regard paid NOK 6.4 million for the remaining 49 per cent of the shares. No further goodwill arose as a result of the purchase of the remaining shareholding.

9) RELATED PARTY TRANSACTIONS

Hafslund ASA and Fortum Nordic AB sold their shares in Infratek ASA with effect from 26 July 2013. They are therefore not deemed to be related parties under IAS 24. The Group does not have any other related party transactions.

GROUP PRESENTATION

THE INFRATEK GROUP

Infratek is a leading Nordic full-range supplier in the markets for building, operating, and securing critical infrastructure; energy carriers, telecom and technical security solutions. The company's customers are generally large or medium-sized companies and public sector organizations.

Until the spin off and Oslo Stock Exchange listing on 5 December 2007, Infratek comprised the Hafslund ASA business area Technical Services. The Group changed its name from Hafslund Infratek ASA to Infratek ASA on 22 December 2008. On 15 January 2009, Infratek acquired Fortum's contracting business and all of its 1,100 employees in Norway, Sweden, and Finland. As of 30 June 2009, Infratek sold its security guard operations to Vakt Service AS.

The Infratek Group currently employs around 1,700 staff and runs operations in Norway, Sweden and Finland. Infratek is headquartered in Oslo.

LOCAL INFRASTRUCTURE

The Local Infrastructure business area includes products and services within power distribution/local grid, street lighting, fibre/telecom, district heating and railways. The business area has operations in Norway and Sweden.

CENTRAL INFRASTRUCTURE

The Central Infrastructure business area focuses on the central grid for power transmission in the Nordic region. This business area includes all products and services for transformer stations, power cables and higher-voltage power lines. The business area has operations in Norway, Sweden and Finland.

SECURITY

The Group's Security business area is an end-to-end supplier of technical security solutions. The product and service range spans alarm systems, CCTV surveillance, access control, electronic anti-theft systems, locks and lock systems, as well as operation of central alarm and security facilities (ASP) for business customers. A number of power distribution companies contract facility and equipment safety inspection and monitoring services (so-called DLE services) from Security's electrical safety business unit.

BOARD OF DIRECTORS

- Mimi K. Berdal, Board Chair
- Lars Ove Håkansson, Deputy Chairman
- Carl-Johan Falkenberg
- Thorbjørn Graarud
- Mari Thjømøe
- Roger André Hansen, Employee repr.
- Olle Strömberg Employee repr.
- Rune Tobiassen Employee repr.

GROUP MANAGEMENT

- Bjørn Frogner, CEO
- Vibecke Skjolde, CFO
- Lars Bangen, Local Infrastructure
- Alf Engqvist, Central Infrastructure
- Lars Erik Finne, Security

FINANCIAL CALENDAR 2014

• Fourth-quarter report 13	12 February 2014
• First-quarter report 14	8 May 2014
• Annual general meeting	8 May 2014
• First-quarter presentation	9 May 2014
• Second-quarter report 14	14 August 2014
• Third-quarter report 14	22 October 2014

ADDRESS AND IR CONTACT

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